

Rev
3**AMENDMENT TO H.R. 1106****OFFERED BY MS. JACKSON-LEE OF TEXAS**

At the end of the bill, add the following new section
(and conform the table of contents accordingly):

1 **SEC. 205. FORBEARANCE IN CREATION OF CREDIT SCORE.**

2 (a) IN GENERAL.—Section 609 of the Fair Credit
3 Reporting Act (15 U.S.C. 1681g) is amended by adding
4 at the end the following new subsection:

5 “(h) FORECLOSURE ON SUBPRIME NOT TAKEN INTO
6 ACCOUNT FOR CREDIT SCORES.—

7 “(1) IN GENERAL.—A foreclosure on a
8 subprime mortgage of a consumer may not be taken
9 into account by any person in preparing or calcu-
10 lating the credit score (as defined in subsection
11 (f)(2)) for, or with respect to, the consumer.

12 “(2) SUBPRIME MORTGAGE DEFINED.—The
13 term ‘subprime mortgage’ means any consumer
14 credit transaction secured by the principal dwelling
15 of the consumer that bears or otherwise meets the
16 terms and characteristics for such a transaction that
17 the Board has defined as a subprime mortgage.”.

18 (b) REGULATIONS.—The Board of Governors of the
19 Federal Reserve System shall prescribe regulations defin-

1 ing a subprime mortgage for purposes of the amendment
2 made by subsection (a) before the end of the 90-day period
3 beginning on the date of the enactment of this Act.

4 (c) EFFECTIVE DATE.—The amendment made by
5 subsection (a) shall take effect at the end of the 30-day
6 period beginning on the date of the enactment of this Act
7 and shall apply without regard to the date of the fore-
8 closure.

